

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 5th January 2021.

It's always advisable to invest safely and wisely as the process can be an exciting way to grow your wealth and secure your financial future.

That brings us to the big question of the day: If our stock market takes a breather then will the buy-the-dip gyan mantra prevail?

Our **call of the day** suggests that Nifty may waver in today's trade but the sentiments continue to strike a positive stance amidst optimism on backdrop of positive catalysts like:

1. A strong manufacturing data in Asia and Europe that was better than expected.
2. Optimism that the world economy will heal as vaccination programs get rolled out.

Now, here are other key things to know before today's market opens.

1. Technically, the biggest make-or-break support on Nifty seen at 13777 mark. Intraday support seen at 13951 mark. Technically speaking, chase the buying momentum as long as Nifty stays above 13777 mark. Immediate targets on Nifty at 14251 mark and then aggressive targets at psychological 14500 mark.
2. The options data for January Series suggests Nifty is likely to be in a broader trading range as maximum Call OI is at 14000 which is followed by 14500 Strike Price. Maximum Put open interest stands at 13500 levels. Call writing was seen at 14600 and then at 14500 strike price, while there was meaningful Put writing at 14000. Well, the said data indicates a wide trading range between 13600 and 14500 levels.
3. Commanding attention would be U.S Politics ahead of Tuesday's Senate races in Georgia. If Democrats sweep both, they will get control of the upper chamber, and polling suggests a tight race in the historically Republican state.
4. Oil prices dipped Monday as OPEC and its allies were scheduled to meet to consider whether to increase production. WTI crude oil, the U.S. benchmark, was down 0.29% to \$48.38 a barrel.
5. Tamil Nadu allows 100% capacity in theatres, PVR to benefit more.
6. NMDC: Provisional production increased to 3.86 MT in December 2020, from 3.13 MT in December 2019, while sales rose to 3.62 MT from 3.04 MT in same periods.

SGX Nifty: (-90, 14087)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14133	13867	14251	136663	11037	14001-14211	Buy between 14000-14025 zone. Targets at 14251 and then aggressive targets at 14401-14501 zone with stop at 13901.
Bank Nifty	31212	30421	31515	306101	23118	31000-32001	Buy between 30501-30751 zone. Targets at 31517/31751 and then aggressive targets at 32613 zone with stop at 29551.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
PEL	1477	1367	1767	1439	1242	Positive	Buy at CMP, targeting 1594 and then at 1751-1767 zone with stop below 1397.
PETRONET	252.45	239	273	255	239	Positive	Buy at CMP, targeting 257.50 and then at 269-271 zone with stop below 237.75.
NMDC	122.40	113	141	113	88	Positive	Buy between 117.50-121 zone, targeting 127.50 & then at 135-141 zone with stop below 112.

All About Option Trades:

BUY PEL 28th January CE Strike Price 1500 at CMP 81. Profit: Unlimited. Maximum Loss: Rs. 44,550/-. Stop: Exit Call Option if PEL moves below 1367. (PEL January Futures CMP 1486).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
J B CHEMICALS & PHARMA	1035	971	1149	1030	799	Positive	Buy at CMP, and on dips between 971-981 zone, targeting 1149 and then at the psychological 1200 mark. Aggressive targets at 1250. Stop at 919. Holding period 1-3 Months.
CADILA HEALTHCARE	486	461	551	473	383	Positive	Buy between 479-483 zone, targeting 501 and then at 517-527.50 zone with stop below 467.50.

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